

EAST CARROLL COMMUNITY ACTION AGENCY, INC.

LAKE PROVIDENCE, LOUISIANA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8/17/11

David Q. Richardson
Certified Public Accountant
PO Box 891
Tallulah, Louisiana 71284
318-574-0514

**EAST CARROLL COMMUNITY ACTION AGENCY, INC.
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DAVID Q. RICHARDSON

Certified Public Accountant
Post Office Box 891
Tallulah, Louisiana 71284
cpa2912@bellsouth.net
(318) 574-0514
(318) 574-0176

Independent Auditor's Report

To the Board of
East Carroll Community Action Agency, Inc.
Lake Providence, Louisiana

I have audited the accompanying statements of financial position of East Carroll Community Action Agency, Inc. (a nonprofit organization), as of December 31, 2010, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of East Carroll Community Action Agency, Inc.'s management. My responsibility is to express an opinion on these financial statements based on my audit.

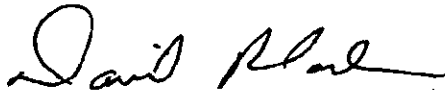
I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of East Carroll Community Action Agency, Inc., as of December 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated June 20, 2011, on my consideration of East Carroll Community Action Agency, Inc.'s internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

Independent Auditor's Report
Page 2

My audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Further, the supplemental schedules listed on pages 12 & 13 of this report are presented for purposes of additional analysis and are also not a required part of these financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Tallulah, Louisiana
June 20, 2011

FINANCIAL STATEMENTS

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

Assets

Current Assets

Cash	\$ 17,927
Accounts receivable	9,605
Total Current Assets	<u>27,532</u>

Property and Equipment (Net)	<u>1,160</u>
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Total Assets	<u><u>28,692</u></u>
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Liabilities and Net Assets

Liabilities

Accounts payable	<u>134</u>
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Net Assets

Invested in capital assets	1,160
Unrestricted	<u>27,398</u>
Total Net Assets	<u>28,558</u>

Total Liabilities and Net Assets	<u><u>\$ 28,692</u></u>
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The accompanying notes are an integral part of the financial statement.

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

Program Revenue	
Operating grants	\$ 552,536
Local revenue - donations	<u>16,521</u>
 Total revenue	 <u>569,057</u>
 Expenses	
General government:	
Personal services	164,409
Operating services	8,301
Materials and supplies	7,480
Travel and other charges	16,559
Depreciation	180
Health and welfare	<u>344,537</u>
Total expenses	<u>541,466</u>
 Change in Net Assets	 27,591
 Beginning of Year	 <u>967</u>
 Ending of Year	 <u><u>\$ 28,558</u></u>

The accompanying notes are an integral part of the financial statement.

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2010

Cash flows from operating activities:	
Change in net assets	<u>\$ 27,591</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	180
Increase in accounts receivable	(6,368)
Decrease in accounts payable	<u>(36,140)</u>
Total adjustments	<u>(42,328)</u>
Net cash provided by operating activities	(14,737)
Cash flows from investing activities:	-
Cash flows from financing activities:	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(14,737)
Beginning cash and cash equivalents	<u>32,664</u>
Ending cash and cash equivalents	<u><u>\$ 17,927</u></u>
Supplemental disclosures:	
Cash paid during year for interest	<u><u>None</u></u>

The accompanying notes are an integral part of the financial statement.

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. NATURE OF ACTIVITIES

The East Carroll Community Action Agency, Inc. was created under the Economic Opportunity Act of 1964, as amended, to serve as the antipoverty agency, providing human services for the indigent and disadvantaged through research, planning, development, financing, implementation and evaluation of programs, either directly or through coordinating with other agencies, to attain social and economic independence for the benefit of all present and future generations of disadvantaged people in the parish. The East Carroll Community Action Agency, Inc. is managed by eighteen advisory board members.

The East Carroll Community Action Agency, Inc. receives substantially all of its revenue from various Federal and State grant programs, which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies. The Agency administers the following programs, shown with their approximate percentage of revenues for the year ended December 31, 2010:

Community Services Block Grant (CSBG Fund) (28%) - Administers various programs to fulfill responsibilities and provide assistance to the poor, disadvantaged and unemployed through housing services, community projects, nutrition services, emergency assistance, employment services, transportation services, and other services. Funding is provided by federal funds passed through the State of Louisiana, Louisiana Workforce Commission.

Home Energy Assistance Program (LI-HEAP Fund) (47%) - Provides assistance to low income households to offset the burden of high energy costs. Funding is provided by federal funds passed through the Louisiana Association of Community Action Partnerships, Inc.

Emergency Food and Shelter Fund (1%) - Provides funding to purchase food and shelter for people in emergency situations. Funding is provided by federal funds from the U.S. Department of Homeland Security.

American Recovery Reinvestment Act (ARRA) (21%) - Provides assistance to unemployed or under employed individuals in obtaining employment through job placement, training or education. Funding is provided by federal funds passed through the Louisiana Workforce Commission.

General Fund (3%) - Used for all funds that are not required to be reported in another fund. This is usually local contributions, administrative funds, etc.

**EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. REPORTING ENTITY

The Agency is fiscally dependent on the East Carroll Parish Police Jury. The police jury owns, maintains and operates the building in which the Agency's office is located and provides funds for utilities and repairs of the Agency's office. In addition, the police jury's basic financial statements would be incomplete or misleading without the inclusion of the East Carroll Community Action Agency, Inc. For these reasons, the Agency was determined to be a component of the East Carroll Police Jury, the financial reporting entity.

The accompanying financial statements present information only on the funds maintained by the East Carroll Community Action Agency, Inc. and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The Agency's financial statements have been prepared on the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred.

Unrestricted net assets represent expendable funds available for operations which are not otherwise limited by donor restrictions. Temporarily restricted net assets consist of contributed funds subject to specific donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the Agency may spend the funds.

Contributions are recognized as revenue when they are received or unconditionally pledged. Contributions are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restriction. Those donor restricted contributions whose restrictions, however, are met in the same reporting period are reported as unrestricted support.

D. BASIS OF PRESENTATION

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. INCOME TAX STATUS

The Agency is exempt from state and federal income taxes under Section 501(C)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Agency's tax exempt purpose is subject to taxation as unrelated business income. East Carroll Community Action Agency, Inc. had no such income for this audit period.

F. USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Actual results could differ from those estimates.

G. CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, the Agency considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

H. PROPERTY AND EQUIPMENT

Property and equipment is capitalized at cost. All assets costing \$250 or more are capitalized. Depreciation of property and equipment is calculated on the straight-line basis over the estimated useful lives of assets as follows:

Equipment	5 years
Furniture and fixtures	15 years

2. CASH

December 31, 2010, the Agency had cash (book balances) totaling \$17,927. These deposits are stated at cost, which approximates market. These deposits (bank balances) totaled \$24,637 and are fully insured by FDIC insurance.

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

3. CHANGES IN CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2010, is as follows:

	Balance January 1, 2010	Addition	Deduction	Balance December 31, 2010
Furniture and fixtures	\$ 2,702	\$ -	\$ -	\$ 2,702
Office equipment	8,413	-	-	8,413
Total	<u>11,115</u>	<u>-</u>	<u>-</u>	<u>11,115</u>
Less accumulated depreciation				
Furniture and fixtures	1,362	180	-	1,542
Office equipment	8,413	-	-	8,413
Total	<u>9,775</u>	<u>180</u>	<u>-</u>	<u>9,955</u>
Capital assets - net	<u>\$ 1,340</u>	<u>\$ (180)</u>	<u>\$ -</u>	<u>\$ 1,160</u>

4. COMMITMENTS AND CONTINGENCIES

CONTINGENT LIABILITIES - GRANT AUDIT

The Agency receives revenues from various Federal and State grant programs, which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period in which agreed upon by the agency. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the East Carroll Community Action Agency, Inc.'s financial position.

5. ECONOMIC DEPENDENCY

The Agency receives the majority of its revenue from funds provided through grants administered by the U.S. Department of Health and Human Services. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Agency receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Agency will receive in the next fiscal year.

SUPPLEMENTAL INFORMATION

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
COMBINING STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

	General Fund	CSBG Fund	LI-HEAP Fund	Emergency Food & Shelter Fund	American Recovery Revisement Act	Total
Assets						
Current Assets						
Cash	\$ 17,040	\$ 2	\$ 884	\$ 1	\$ -	\$ 17,927
Accounts receivable	-	9,605	-	-	-	9,605
Due from other funds	-	-	-	-	-	-
Total Current Assets	17,040	9,607	884	1	-	27,532
Property and Equipment (Net)	1,160	-	-	-	-	1,160
Total Assets	18,200	9,607	884	1	-	28,692
Liabilities and Net Assets						
Current Liabilities						
Accounts payable	-	134	-	-	-	134
Due to other funds	-	-	-	-	-	-
Total Current Liabilities	-	134	-	-	-	134
Net Assets (Deficit)	18,200	9,473	884	1	-	28,558
Total Liabilities and Net Assets	\$ 18,200	\$ 9,607	\$ 884	\$ 1	\$ -	\$ 28,692

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
COMBINING STATEMENT OF ACTIVITIES
DECEMBER 31, 2010

	General Fund	CSBG Fund	LI-HEAP Fund	Emergency Food & Shelter Fund	American Recovery Revisement & Act	Total
Revenues						
Federal grants	\$ -	\$ 157,103	\$ 268,120	\$ -	\$ 120,344	\$ 545,567
State grant - Medicaid	1,050	-	-	5,919	-	6,969
Local revenue - donations	16,493	-	-	28	-	16,521
Total Revenue	17,543	157,103	268,120	5,947	120,344	569,057
Expenditure						
General government:						
Personal services	11,868	67,600	8,276	-	76,665	164,409
Operating services	-	4,600	3,701	-	-	8,301
Materials and supplies	321	5,344	1,214	-	601	7,480
Travel and other charges	976	10,197	5,268	118	-	16,559
Depreciation	180	-	-	-	-	180
Health and welfare	4,840	63,556	227,261	5,801	43,079	344,537
Total Expenditures	18,185	151,297	245,720	5,919	120,345	541,466
Changes in Net Assets	(642)	5,806	22,400	28	(1)	27,591
Net Assets - Beginning	18,842	3,667	(21,516)	(27)	1	967
Net Assets - Ending	\$ 18,200	\$ 9,473	\$ 884	\$ 1	\$ -	\$ 28,558

DAVID Q. RICHARDSON

Certified Public Accountant
Post Office Box 891
Tallulah, Louisiana 71284
cpa2912@bellsouth.net
(318) 574-0514
(318) 574-0176

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of
East Carroll Community Action Agency, Inc.
Lake Providence, Louisiana

I have audited the financial statements of the East Carroll Community Action Agency, Inc. as of and for the year ended December 31, 2010, and have issued my report thereon dated June 20, 2011. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing my audit, I considered East Carroll Community Action Agency, Inc.'s internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of East Carroll Community Action Agency, Inc.'s internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of East Carroll Community Action Agency's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether East Carroll Community Action Agency, Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However,

East Carroll Community Action Agency, Inc.
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providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Directors and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read "Don Paul", is written above the typed name and date.

Tallulah, Louisiana
June 20, 2011

DAVID Q. RICHARDSON

Certified Public Accountant
Post Office Box 891
Tallulah, Louisiana 71284
cpa2912@bellsouth.net
(318) 574-0514
(318) 574-0176

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of
East Carroll Community Action Agency, Inc.
Lake Providence, Louisiana

Compliance

I have audited the compliance of East Carroll Community Action Agency, Inc. with the types of compliance requirements described in the *(OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2010. East Carroll Community Action Agency, Inc.'s major federal award program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of East Carroll Community Action Agency, Inc.'s management. My responsibility is to express an opinion on East Carroll Community Action Agency, Inc.'s compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and *OMB Circular A-133* require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about East Carroll Community Action Agency, Inc.'s compliance with those requirements and performing such procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on East Carroll Community Action Agency, Inc.'s compliance with those requirements.

In my opinion, East Carroll Community Action Agency, Inc. complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2010.

Internal Control Over Compliance

The management of East Carroll Community Action Agency, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered East Carroll Community Action Agency, Inc.'s internal control over compliance with requirements that could have a direct and material effect on its major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to

Board of Directors
East Carroll Community Action Agency, Inc.
Lake Providence, Louisiana

Page Two

test and report on internal control over compliance with *OMB Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Agency's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Board of Directors, management, the Louisiana Legislative Auditor, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Tallulah, Louisiana
June 20, 2011

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
LAKE PROVIDENCE, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2010

The prior period was not required to have an audit, therefore there were no findings or questioned costs with regards to federal awards programs for the period ended December 31, 2009.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2010

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the financial statements of East Carroll Community Action Agency, Inc.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of East Carroll Community Action Agency, Inc. were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With *OMB Circular A-133*.
5. The auditor's report on compliance for the major programs expresses an unqualified opinion for all major programs.
6. There are no audit findings relative to the major federal award programs for East Carroll Community Action Agency, Inc. reported in Part C of this schedule.
7. The programs tested as major programs include:
 - 1) Home Energy Assistance Program (LI HEAP) - CFDA #93.568
 - 2) American Recovery Reinvestment Act (ARRA) - CFDA #93.710
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. East Carroll Community Action Agency, Inc. does not qualify as a low-risk auditee.

B. Findings - Financial Statements Audit - NONE

C. Findings and Questioned Costs - Major Federal Award Programs Audit - NONE

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

Federal Grantor/Pass through Grantor/Program Title	<u>Federal CFDA Number</u>	<u>Agency of Pass-through Number</u>	<u>Federal Expenditures</u>
FEDERAL CASH AWARDS			
Passed through Louisiana Workforce Commission			
Community Service Block Grant (CSBG)	93.569	2009P0028	\$ 76,933
Community Service Block Grant (CSBG)	93.569	2010P0028	80,170
American Recovery and Reinvestment Act (ARRA)	93.710	2009P0028	120,344
Passed through Louisiana Housing Finance Agency			
Home Energy Assistance Program (LIHEAP)	93.568	N/A	<u>268,120</u>
 Total Federal Expenditures			 <u><u>\$ 545,567</u></u>

See accompanying notes.

EAST CARROLL COMMUNITY ACTION AGENCY, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2010

Basis of Presentation - Schedule of Expenditures of Federal Awards

The accompanying schedule of expenditures of federal awards includes federal grant activity of East Carroll Community Action Agency, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of East Carroll Community Action Agency, Inc. it is not intended to and does not present the financial position, changes in net assets or cash flows of East Carroll Community Action Agency, Inc.

East Carroll Community Action Agency, Inc. is able to reconcile the amounts on the accompanying schedule of federal awards to those on the financial statements.